

**BEFORE THE JUDICIAL PANEL
ON MULTIDISTRICT LITIGATION**

IN RE COMPRESSION LABS, INC.,
PATENT LITIGATION

MDL-1654

NOTICE OF TAG-ALONG ACTION

Pursuant to Rule 7.5(e) of the Rules of Procedure of the Judicial Panel on Multidistrict Litigation (the "Rules"), Microsoft Corporation ("Microsoft"), hereby gives notice to the Clerk of the Judicial Panel on Multidistrict Litigation ("the Panel") of a "tag-along" action as defined in Panel Rule 1.1 that was filed in the United States District Court for the Eastern District of Texas and styled as Compression Labs, Inc. v. Microsoft Corporation, Case No. 2-05CV-156 (E.D. Texas) ("the Texas Action"). A copy of the complaint in this case is attached hereto as Exhibit A.

The tag-along action at issue shares common questions of fact with cases already transferred under Section 1407 and now part of the Multidistrict Litigation, MDL-1654. Specifically, Compression Labs, Inc. ("CLI") accuses Microsoft of infringing the same patent, U.S. Patent No. 4,698,672 ("the '672 patent"), at issue in MDL-1654. Like Microsoft, CLI claims that the other parties in MDL-1654 infringe the '672 patent. MDL-1654 and the Texas Action will involve construing the same patent claims and determining the validity of the '672 patent. In addition, the accused infringers in MDL-1654 have alleged defenses and claims against CLI similar to those Microsoft intends to assert.

EXHIBIT

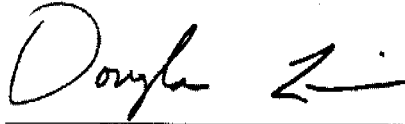
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Microsoft has not yet answered the complaint in the Texas Action. No discovery has been taken.

Based on the foregoing, Microsoft respectfully requests that the Panel transfer this tag-along action under Section 1407 and consolidate it with the other actions pending in MDL-1654.

Dated: May 10, 2005

Respectfully submitted,

A handwritten signature in black ink, appearing to read "David T. Pritikin", with a stylized flourish at the end.

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CERTIFICATE OF SERVICE

I hereby certify that on May 10, 2005, I served Defendant Microsoft Corporation's NOTICE OF TAG-ALONG ACTION, by first class mail upon counsel of record as listed on the attached service list.

A handwritten signature in black ink, appearing to read "Douglas I. Lewis", written over a horizontal line.

Douglas I. Lewis

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Judicial Panel on Multidistrict Litigation - Panel Attorney Service List

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Status: Pending on / /

Transferee District: Judge:

Printed on 01/05/2005

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Note: Please refer to the report title page for complete report scope and key.

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